

Message Text

LIMITED OFFICIAL USE

PAGE 01 EC BRU 09372 172004Z

14

ACTION EUR-12

INFO OCT-01 ARA-06 EA-07 ISO-00 AID-05 CEA-01 CIAE-00

COME-00 EB-07 FRB-03 INR-07 NSAE-00 CIEP-01 SP-02

STR-04 TRSE-00 LAB-04 SIL-01 SAM-01 OMB-01 PA-01

PRS-01 USIA-06 H-02 L-03 NSC-05 SS-15 XMB-02 OPIC-03

AF-06 IO-10 /117 W

----- 023041

R 171920Z OCT 75

FM USMISSION EC BRUSSELS

TO SECSTATE WASHDC 9790

INFO ALL EC CAPITALS 1216

AMEMBASSY BRASILIA

AMEMBASSY CANBERRA

AMEMBASSY MADRID

AMEMBASSY OTTAWA

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

LIMITED OFFICIAL USE EC BRUSSELS 09372

E.O. 11652: N/A

TAGS: EAID, EFIN, EEC

SUBJECT: INTERNATIONAL FINANCE CORPORATION (IFC) CAPITAL
REPLENISHMENT

REF: A) STATE 242712 B) EC BRUSSELS 9059 (NOTAL)

1. BEGIN SUMMARY: THE EC COMMISSON DOES NOT YET HAVE A
SPECIFIC REACTION TO THE PSOROSD IFC CAPITAL EXPANSION. THE
EC MONETARY COMMITTEE WILL ORGAINZE A WORKING GROUP TO CON-
SIDER VARIOUS FINANCIAL PROPOSALS. SHOULD WANT THIS
GROUP TO CONSIDER THE IFC PROPOSAL, WE SHOULD ASK A MEMBER
STATE TO SUGGEST IT. END SUMMARY.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 EC BRU 09372 172004Z

2. MISSION OFFICERSHAVE DISCUSSED THE OBJECTIVES OF THE US

PROPOSAL TO EXPAND IFC CAPITAL RESOURCES WITH COMMISSION FINANCE AND DEVELOPMENT OFFICIALS. THE PRELIMINARY REACTION TO THIS AND OTHER US FINANCIAL PROPOSALS HAS BEEN FAVORABLE, BUT OFFICIALS SAY IT IS STILL TOO EARLY FOR EITHER THE COMMISSION OR MOST MEMBER STATES TO GIVE US A CONSIDERED REACTION.

3. WE ALSO DISCUSSED POSSIBLE EC SHARES IN THE IFC REPLENISHMENT, PARTICULARLY THE IDEA OF MAINTAINING OR INCREASING THE COLLECTIVE EC QUOTA IN FACE OF A POSSIBLE DECLINE IN THE UK SHARE. COMMISSION OFFICIALS TOOK NOTE OF THIS IDEA BUT, OF COURSE, COULD GIVE US NO RESPONSE AT THIS TIME.

4. THE EC MONETARY COMMITTEE AT ITS OCTOBER 3 MEETING DEFERRED ANY DISCUSSION OF THE VARIOUS PROPOSALS AFFECTING THE FINANCIAL ACTIVITIES OF THE IMF AND IBRD UNTIL ITS NEXT MEETING ON OCTOBER 30 (SEE REF B). THE COMMITTEE DID AGREE IN PRINCIPLE, HOWEVER, TO ORGANIZE A SPECIAL WORKING GROUP HEADED BY JEFFREY LITTLER OF THE UK TREASURY. THE COMMITTEE WILL DECIDE ON THE TERMS OF REFERENCE OF THE WORKING GROUP AT ITS NEXT MEETING. THE GROUP COULD TAKE UP THE IFC PROPOSAL ALONG WITH THE IMF FINANCIAL PROPOSALS IF THE MEMBER STATE SHOULD CHOOSE TO DO SO.

5. COMMISSION OFFICIALS BELIEVE IT WOULD BE USEFUL TO COORDINATE VIEWS ON THESE PROPOSALS BUT INDICATE THAT IT IS UP TO THE MEMBER STATES TO DECIDE ON THE WORKING GROUP'S TERMS OF REFERENCE. THEY SUGGEST WE MIGHT ASK A MEMBER STATE TO PROPOSE THAT THE IFC REPLENISHMENT BE INCLUDED IN THE WORKING GROUP'S TERMS OF REFERENCE. THE MEMBER STATES HAVE THE RESPONSIBILITY FOR MAKING PROPOSALS IN THE MONETARY COMMITTEE. FOR THIS REASON, THE COMMISSION IS NOT IN THE POSITION ITSELF TO SUGGEST TAKING UP THE IFC REPLENISHMENT.

6. OFFICIALS IN THE DEVELOPMENT COOPERATION DIRECTORATE-GENERAL INDICATE THAT THE QUESTION OF THE EC POSITION OF IFC REPLENISHMENT WILL ALSO HAVE TO BE DISCUSSED BY LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 EC BRU 09372 172004Z

THE DEVELOPMENT MINISTERS. GREENWALD

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC GROWTH, LESS DEVELOPED COUNTRIES, CAPITAL (FINANCE), DEVELOPMENT PROGRAMS, COMMITTEE MEETINGS, MEETING PROCEEDINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 17 OCT 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975ECBRU09372
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750362-0065
From: EC BRUSSELS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19751044/aaaabmts.tel
Line Count: 108
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 STATE 242712, 75 EC BRUSSELS 9059
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 24 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <24 APR 2003 by ShawDG>; APPROVED <28 APR 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: INTERNATIONAL FINANCE CORPORATION (IFC) CAPITAL REPLENISHMENT
TAGS: EAID, EFIN, XX, US, EEC, IFC
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006